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**ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana**

**Component Unit Financial Statements
As of and for the Year Ended
December 31, 2006**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/25/07

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
Richland Parish Police Jury
Rayville, Louisiana

Component Unit Financial Statements
As of and for the Year Ended December 31, 2006

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TRANSMITTAL LETTER

ANNUAL FINANCIAL STATEMENTS

March 26, 2007

Ms. Suzanne Elliot
Office of Legislative Auditor
1600 North Third
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Ms. Elliot:

In accordance with Louisiana Revised Statute 24:514, enclosed are the annual financial statements for the Archibald-Alto Fire Protection District of Richland Parish as of and for the fiscal year ended December 31, 2006. The report includes all funds under the control and oversight of the district. The accompanying financial statements have been prepared on the modified accrual basis of accounting. The statements are not prepared in accordance with the provisions of Government Accounting Standards Board Statement No. 34.

Sincerely,



Officer

Enclosure

Zoe P. Meeks · A Professional Accounting Corporation

217 Benedette Street · Rayville, Louisiana 71269

Zoe P. Meeks
Certified Public Accountant

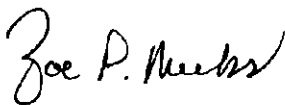
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BOARD OF COMMISSIONERS
ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana

I have compiled the accompanying component unit financial statements of Archibald-Alto Fire Protection District of Richland Parish, a component unit of the Richland Parish Police Jury, as of December 31, 2006 and for the year then ended, and the accompanying supplementary information contained in Schedule 1, which is presented only for supplementary analysis purposes, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements and supplementary schedules information that is the representation of management. I have not audited or reviewed the accompanying financial statements and supplementary schedule and, accordingly, do not express an opinion or any other form of assurance on them.

Archibald-Alto Fire Protection District of Richland Parish did not adopt the provisions of Governmental Accounting Standards Board Statement No. 34 for the year ended December 31, 2006. The effects of this departure from generally accepted accounting principles has not been determined.



March 23, 2007

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Balance Sheet

December 31, 2006

	GOVERNMENTAL FUND - <u>GENERAL FUND</u>	GENERAL FIXED <u>ASSETS</u>	GENERAL LONG-TERM <u>DEBT</u>	TOTAL (MEMORANDUM <u>ONLY</u>)
<u>ASSETS</u>				
Cash and cash equivalents (note 3)	\$218,867	\$	\$	\$218,867
Receivables - parcel fees	47,900			47,900
Prepaid expenses	11,349			11,349
Land, buildings, vehicles, and equipment (note 5)		629,205		629,205
Amount to be provided for retirement of general long-term debt	<u> </u>	<u> </u>	<u>34,366</u>	<u>34,366</u>
TOTAL ASSETS	<u>\$278,116</u>	<u>\$629,205</u>	<u>\$34,366</u>	<u>\$941,687</u>
<u>LIABILITIES AND FUND EQUITY</u>				
Liabilities - accounts payable	\$ 1,252	\$	\$	1,252
General obligation bonds payable	<u> </u>	<u> </u>	<u>34,366</u>	<u>34,366</u>
TOTAL LIABILITIES	<u>1,252</u>	<u> </u>	<u>34,366</u>	<u>35,618</u>
Fund Equity:				
Investment in general fixed assets		629,205		629,205
Fund balance-unreserved- undesignated	<u>276,864</u>	<u> </u>	<u> </u>	<u>276,864</u>
Total Fund Equity	<u>276,864</u>	<u>629,205</u>	<u> </u>	<u>906,069</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$278,116</u>	<u>\$629,205</u>	<u>\$34,366</u>	<u>\$941,687</u>

See accompanying notes and accountants' report.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
GOVERNMENTAL FUND - GENERAL FUND

Statement of Revenues, Expenditures, and
Changes in Fund Balance
For the Year Ended December 31, 2006

REVENUES

Parcel fees	\$ 98,474
Intergovernmental revenues - Richland Parish	
Police Jury - 2 per cent fire rebate	7,997
Grant - Louisiana Dept. of Agriculture and Forestry	5,164
Use of money and property - interest earnings	3,412
Other revenues	<u>1,250</u>
TOTAL REVENUES	<u>116,297</u>

EXPENDITURES

Public safety - fire protection:	
Insurance	10,719
Legal and audit	1,475
Repairs and maintenance	21,548
Utilities	2,157
Operating supplies	6,365
Operating services	3,014
Office and collections	11,394
Capital outlay	10,256
Debt service:	
Principal	9,004
Interest	<u>2,709</u>
TOTAL EXPENDITURES	<u>78,641</u>

EXCESS OF REVENUES OVER EXPENDITURES	37,656
FUND BALANCE AT BEGINNING OF YEAR	<u>239,208</u>
FUND BALANCE AT END OF YEAR	<u>\$276,864</u>

See accompanying notes and accountants' report.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
GOVERNMENTAL FUND - GENERAL FUND

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Parcel fees	\$117,600	\$ 98,474	(\$19,126)
Intergovernmental revenues	8,000	13,161	5,161
Use of money and property - interest earnings	2,900	3,412	512
Other revenues	<u>-</u>	<u>1,250</u>	<u>1,250</u>
TOTAL REVENUES	<u>128,500</u>	<u>116,297</u>	<u>(12,203)</u>
<u>EXPENDITURES</u>			
Public safety - fire protection:			
Insurance	11,400	10,719	681
Legal and audit	1,500	1,475	25
Maintenance and training	19,895	24,562	(4,667)
Utilities	2,150	2,157	(7)
Operating supplies	1,500	6,365	(4,865)
Office and collections	15,660	11,394	4,266
Capital outlay	13,700	10,256	3,444
Debt service	<u>36,000</u>	<u>11,713</u>	<u>24,287</u>
TOTAL EXPENDITURES	<u>101,805</u>	<u>78,641</u>	<u>23,164</u>
EXCESS OF REVENUES OVER EXPENDITURES	26,695	37,656	10,961
FUND BALANCE AT BEGINNING OF YEAR	<u>239,208</u>	<u>239,208</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$265,903</u>	<u>\$276,864</u>	<u>\$10,961</u>

See accompanying notes and accountants' report.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 2006

INTRODUCTION

Archibald-Alto Fire Protection District of Richland Parish was created by resolution of the Richland Parish Police Jury on April 7, 1987, for the purpose of acquiring, constructing, maintaining and operating fire equipment for the people of Archibald-Alto Fire Protection District of Richland Parish. The district is governed by a board of commissioners consisting of five members. The commissioners are appointed by the Richland Parish Police Jury for terms of two years. Commissioners receive no compensation for their services. The district has no employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of Archibald-Alto Fire Protection District of Richland Parish have been prepared in conformity with generally accepted principles(GAAP) as applied to governmental units, with the exception that the district has not adopted Governmental Accounting Standards Board Statement No. 34 as of December 31, 2006. As described in the compilation report which accompanies these financial statements, this is a departure from generally accepted accounting principles. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Oversight responsibility by the police jury is determined on the basis of the following criteria:

1. Appointment of governing boards
2. Designation of management
3. Ability to significantly influence operations
4. Accountability for fiscal matters
5. Scope of public service

Because the Richland Parish Police Jury appoints the governing board and because the district operates within the geographical boundaries of Richland Parish, the district was determined to be a component unit of the Richland Parish Police Jury, the governing body of the parish and the governmental body with oversight responsibility. The accompanying financial statements present information only on the funds maintained by the district and do not present information

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
Notes to the Financial Statements (Continued)

on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the governmental reporting entity.

C. FUND ACCOUNTING

The district uses a fund (General Fund) and an account group to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

The General Fund of the district is classified as a governmental fund. It accounts for the district's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt.

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The General Fund is accounted for using the flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of the General Fund present increases and decreases in net current assets. The modified accrual basis of accounting is used by the General Fund. The General Fund used the following practices in recording revenues and expenditures:

Revenues

Parcel fees are recorded in the year the fees are assessed. Parcel fees are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The fees are generally collected in December of the current year and January and February of the ensuing year.

Interest income on time deposits is recorded when the time deposits have matured and the interest is available. Interest income on interest bearing demand deposits is recorded at the end of each month when credited by the bank.

Intergovernmental revenues are recorded when the district is entitled to the funds.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
Notes to the Financial Statements (Continued)

Substantially all other revenues are recorded when they become available to the district.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

E. BUDGET PRACTICE

The budget for the year of 2006 was prepared by the secretary-treasurer prior to December 31 of the preceding year. The budget was then made available for public inspection 30 days prior to the budget being adopted during the board's regular December meeting. The budget was not published in the official journal.

Neither encumbrance accounting nor formal budget integration (within the accounting records) are employed as management control devices. Unexpended appropriations lapse at year end and must be re-appropriated in the next year's budget to be expended. The board reserves all authority to make changes to the budget.

The budget comparison statement included in the accompanying financial statements reflects the amendments which were made during the year.

F. CASH AND CASH EQUIVALENTS

Cash includes amounts in interest bearing deposits, and cash equivalents include amounts in time deposits with original maturities of twelve months or less. Under state law, the district may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

G. PREPAID ITEMS

Prepaid items are classified as an asset when the expenditure is made and recognized as expenditures as the items lapses or expires.

H. FIXED ASSETS AND LONG-TERM DEBT

Fixed assets are recorded as expenditures at the time purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. Interest costs incurred during construction are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
Notes to the Financial Statements (Continued)

I. COMPENSATED ABSENCES AND PENSION PLAN

The district does not have any full-time employees; therefore, it does not have a formal vacation or sick leave policy and does not contribute to a pension plan.

J. LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

K. TOTAL COLUMN ON BALANCE SHEET

The total column on the balance sheet is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

2. PARCEL FEES

The district is authorized to levy and collect an annual parcel fee of \$100 annually on each lot or tract upon which is located a residential or commercial structure within the district.

3. CASH AND CASH EQUIVALENTS

At December 31, 2006, the district has cash and cash equivalents (book balances) totaling \$218,867 as follows:

Interest bearing demand deposits	\$132,914
Time deposits	<u>85,953</u>
Total	<u>\$218,867</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2006, the district had \$214,297 in deposits (collected bank balances). These deposits are secured from risk by \$185,953 of federal deposit insurance (GASB Category 1). The balance of \$28,344 was unsecured.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
Notes to the Financial Statements (Continued)

8. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions during the year:

	<u>Bonded Debt</u>
Long-term obligations payable at December 31, 2005	\$ 43,370
Additions	-
Deductions	<u>(9,004)</u>
Long-term obligations payable at December 31, 2006	<u>\$34,366</u>

The general obligation bonds are comprised of one issue dated March 2, 1990 and bearing interest at the annual rate of six percent. The issue had an original issue amount of \$147,000 and is payable in annual installments of \$11,713 and matures in 2014.

The annual requirements to amortize all bonds outstanding at December 31, 2006 are as follows:

<u>Year Ending</u>	<u>Total</u>
2007	\$11,713
2008	11,713
2009	11,713
2010	3,725
2010	-
Thereafter	<u>-</u>
Total	<u>\$38,864</u>

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 2006

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

ARCHIBALD-ALTO FIRE PROTECTION DISTRICT
OF RICHLAND PARISH
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
Schedule of Compensation Paid Board Members
For the Year Ended December 31, 2006

<u>NAME</u>	<u>AMOUNT</u>
J. W. McGlothlin	\$ -
Connie Eppinette	-
Marlin Jordan	-
J. B. Montgomery	-
Vernon Holland	-
Total	<u>\$ -</u>

See accountants' report.